AG Contract No: KR05-0308TRN ADOT ECS File No.: JPA 05-016 Project No.: STP-SAF-0(003)A Project: Intersection Improvement Section: 20th Avenue & 8th Street

TRACS No.: SH286 01C Budget Source Item No.: N/A

INTERGOVERNMENTAL AGREEMENT

BETWEEN
THE STATE OF ARIZONA
AND
THE CITY OF SAFFORD

| THIS AGREEMENT is | entered into | W)a | 124_ | , 200 | |
|--------------------------|--------------------|--------------|---------------|---------------------|-----------------------------------------|
| Arizona Revised Statutes | § § 11-951 through | h § 11-954,/ | as amended, b | etween the STATE | E OF ARIZONA, |
| acting by and through | its DEPARTMEN | T OF TRAN | ISPORTATION | I (the "State") and | the CITY OF |
| SAFFORD, ARIZONA, | acting by and | through its | MAYOR and | I CITY COUNCIL | $_{\scriptscriptstyle -}$ (the "CITY"). |

I. RECITALS

- 1. The State is empowered by Arizona Revised Statutes § 28-401 and § 28-334 to enter into this Agreement and has delegated to the undersigned the authority to execute this Agreement on behalf of the State.
- 2. The City is empowered by Arizona Revised Statutes § 48-572 to enter into this Agreement and has by resolution, a copy of which is attached hereto and made a part hereof, resolved to enter into this Agreement and has authorized the undersigned to execute this Agreement on behalf of the City.
- 3 Congress has authorized appropriations for, but not limited to, the construction of streets and primary, feeder and farm-to-market roads; the replacement of bridges; the elimination of roadside obstacles; and the application of pavement markings.
- 4 A project within the boundaries of the City and the Town of Thatcher (the "Town") has been selected; an intergovernmental agreement has been entered between the City and the Town governing the overall project between the two municipalities; the field survey of the project has been completed; and the plans, estimates and specifications have been prepared and, as required, submitted to the State and Federal Highway Administration (FHWA) for their approval.
- 5. The City, in order to obtain federal funds for the construction of the project, is willing to provide City funds to match federal funds in the ratio required or as finally fixed and determined by the City and FHWA, including actual construction engineering and administration cost (CE).
- 6. The interest of the State in the project is in the acquisition of federal funds for the use and benefit of the City by reason of federal law and regulations under which funds for the project are authorized to be expended.

NO. 2753/ Filed with the Secretary of State

Secretary of State

By: Ding D. Graevewold

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7. The work encompassed in this Agreement consists of roadway reconstruction at the intersection of 20th Avenue and 8th Street. The estimated costs are as follows:

TRACS No. SH286 01C
* Total Estimated Cost of the Project

*\$843,424.00

Federal Aid Funds @ \$500,000.00 Estimated City Funds

\$500,000.00 \$343,424.00

THEREFORE, in consideration of the mutual covenants expressed herein, it is agreed as follows:

II. SCOPE OF WORK

- 1 The State shall:
- a. Be the authorized agent for the City, and all at City's expense, to perform certain work and prepare certain documents required by the FHWA to qualify certain highway, bridge and railroad grade crossing projects for and to receive federal funds. Such work may consist of, but is not specifically limited to, the review and approval of the City prepared environmental documents, the preparation of the analysis requirements for documentation of environmental categorical exclusion determinations; review of reports, design plans, maps, and specifications; geologic materials testing and analysis; right-of-way related activities (when specifically authorized by, for and on behalf of the City, and at no cost to the State) and such other related tasks essential to the achievement of the objective of this Agreement.
- b. Submit a program containing the aforementioned project to FHWA with the recommendation that it be approved for construction.
- c. If such project is approved for construction by FHWA and the funds are available for construction, hereby agree to be the authorized agent for the City. With the aid and consent of the City and the FHWA, proceed to advertise for, receive and open bids, and subject to the concurrence of the City and the FHWA, enter into a contract with a firm on behalf of the City to whom the award is made for the construction of the project. Such project to be performed, completed, accepted and paid for in accordance with the instructions and requirements of the City and the Standard Specifications for Road and Bridge Construction of the Arizona Department of Transportation.
- d. Enter into a Project Agreement with FHWA on behalf of the City covering the work encompassed in said construction contract and will request the maximum federal funds available, including construction engineering and administration costs.
- e. Not be obligated to maintain said project, should the City fail to budget or provide for proper and perpetual maintenance as set forth in this Agreement.
- f. Should unforeseen conditions or circumstances increase the cost of said work such that a change in the extent or scope of the work called for in this Agreement become necessary, the State shall not be obligated to incur any expenditure in the project.

^{*(}Includes 15% CE and project contingencies)

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2. The City shall:

- a. If such project is approved for construction by FHWA and the funds are available for construction, hereby designate the State as authorized agent for the City. Should costs exceed the maximum federal funds available, it is understood and agreed that the City will be responsible for any overage.
- b. Agree the cost of the analysis and works covered by this Agreement is to be borne by FHWA and the City, each in the proportion prescribed and determined by FHWA.
- c. Prior to the solicitation of bids, agree to deposit funds with the State in an amount equal to the difference between the total cost of the work provided for in this Agreement and the amount of federal aid (capped) received.
- d. Acquire the necessary rights-of-way and hereby certifies that all necessary rights-of-way have been or will be acquired prior to advertisement for bid
- e. Remove from the proposed rights-of-way all obstruction including all related utilities, non-construction related or unauthorized encroachments of whatever nature, either above or below the surface of the roadway and hereby certifies that all obstructions and unauthorized encroachments have been or will be removed and all related utilities are cleared, prior to the start of construction.
- f. Not permit or allow any encroachments, except those authorized by permit or license, upon, or private use of, the right of way. In the event of any unauthorized encroachment or improper use, the City shall take all necessary steps to remove or prevent any such encroachment or use; failing in which the State shall have the right to proceed with the removal or prevention thereof, the cost of such removal or prevention is to be borne by the City
- g. Upon completion of construction, be responsible to provide for, at its own costs and as an annual item in its budget, proper and perpetual maintenance to the work described in this Agreement under section 1.7.
- h. Should unforeseen conditions or circumstances increase the cost of said work such that a change in the extent or scope of the work called for in this Agreement becomes necessary, be obligated to incur and will pay for said increased costs.

III. MISCELLANEOUS PROVISIONS

1. The State assumes no financial obligation or liability under this Agreement, or for any resulting construction project. The City assumes full responsibility for the design, plans, specifications, reports, the engineering in connection therewith and the construction of the improvements contemplated, cost overruns and construction claims. It is understood and agreed that any damages arising from carrying out, in any respect, the terms of this Agreement or any modification thereof, shall be solely the liability of the City and that to the extent permitted by law, the City hereby agrees to save and hold harmless and indemnify from loss the State, any of its departments, agencies, officers or employees from any and all cost and/or damage incurred by any of the above and from any other damage to any person or property whatsoever, which is caused by any activity, condition, misrepresentation, directives, instruction or event arising out of the performance or nonperformance of any provisions of this Agreement by the State, any of its departments, agencies, officers and employees the City, any of its agents, officers and employees, or any of its independent contractors. Costs incurred by the State, any of its departments, agencies, officers or employees shall include in the event of any action, court costs, and expenses of litigation and attorneys' fees.

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2. The cost of the construction and construction engineering work covered by this Agreement is to be borne by FHWA and the City, each in the proportion prescribed or as fixed and determined by the FHWA as stipulated in this Agreement. Therefore, the City agrees to furnish and provide the difference between the total cost of the work provided for in this Agreement and the amount of federal aid (capped) received.

- 3. This terms, conditions and provisions of this Agreement shall remain in force and effect until completion of said project and related deposits or reimbursement, except any provisions for maintenance by the City shall be perpetual, unless assumed by another competent entity. Further, this Agreement may be canceled at any time prior to the award of the project construction contract, upon thirty-days (30) written notice to the other party. It is understood and agreed that, in the event this Agreement is terminated by the City, the State shall in no way be obligated to maintain said project.
 - 4. This Agreement shall become effective upon filing with the Secretary of State.
 - 5 This Agreement may be cancelled in accordance with Arizona Revised Statutes § 38-511.
 - 6. The provisions of Arizona Revised Statutes § 35-214 are applicable to this Agreement.
- 7 This Agreement is subject to all applicable provisions of the Americans with Disabilities Act (Public Law 101-336, 42 U.S.C. 12101-12213) and all applicable federal regulations under the Act, including 28 CFR Parts 35 and 36. The parties to this Agreement shall comply with Executive Order Number 99-4 issued by the Governor of the State of Arizona and incorporated herein by reference regarding "Non-Discrimination".
- 8. Non-Availability of Funds. Every payment obligation of the State under this Agreement is conditioned upon the availability of funds appropriated or allocated for the payment of such obligation. If funds are not allocated and available for the continuance of this Agreement, this Agreement may be terminated by the State at the end of the period for which the funds are available. No liability shall accrue to the State in the event this provision is exercised, and the State shall not be obligated or liable for any future payments or for any damages as a result of termination under this paragraph.
- 9. In the event of any controversy, which may arise out of this Agreement, the parties hereto agree to abide by required arbitration as is set forth for public works contracts in Arizona Revised Statutes § 12-1518.
- 10. All notices or demands upon any party to this Agreement shall be in writing and shall be delivered in person or sent by mail addressed as follows:

Arizona Department of Transportation Joint Project Administration 205 S. 17th Avenue Mail Drop 616E Phoenix, AZ 85007 FAX: (602) 712 7424 City of Safford City Manager P O. Box 272 Safford, AZ 85548-0272 Page 5 JPA 05-016

11. Pursuant to Arizona Revised Statutes § 11-952, (D), attached hereto and incorporated herein, is the written determination of each party's legal counsel that the parties are authorized under the laws of this State to enter into this Agreement and that the Agreement is in proper form.

IN WITNESS WHEREOF, the parties have executed this Agreement the day and year first above written.

CITY OF SAFFORD

STATE OF ARIZONA
Department of Transportation

RONALD M. GREEN

Mayor

SUSAN TELLEZ

Contract Administrator

ATTEST

SHARON ERENCH

City Clerk

APPROVAL OF THE CITY OF SAFFORD ATTORNEY

I have reviewed the above referenced intergovernmental agreement between the DEPARTMENT OF TRANSPORTATION, INTERMODAL TRANSPORTATION DIVISION, and the CITY OF SAFFORD, an agreement among public agencies which, has been reviewed pursuant to A R S. § 11-951 through § 11-954 and declare this agreement to be in proper form and within the powers and authority granted to the CITY under the laws of the State of Arizona. No opinion is expressed as to the authority of the State to enter into this agreement.

DATED this day of May , 2005

Gity Altorney

RESOLUTION NO. 05-027

A RESOLUTION OF THE MAYOR AND CITY COUNCIL OF THE CITY OF SAFFORD AUTHORIZING THE MAYOR TO EXECUTE AN INTERGOVENMENTAL AGREEMENT WITH THE STATE OF ARIZONA, DEPARTMENT TRANSPORTATION, FOR THE IMPROVEMENT OF 20TH AVE AND 8TH STREET INTERSECTION INCLUDING PAVING AND CURBING.

WHEREAS, The City of Safford desires to provide street widening, curbing, a traffic signal, and other improvements for the safety and benefit of the residents of Safford for the 20th Ave and 8th Street intersection; and

WHEREAS, The City of Safford and the Town of Thatcher have previously executed an intergovernmental agreement to complete improvements cooperatively together for 20th Ave and 8th Street and to provide funding for the improvements; and

WHEREAS, The Arizona Department of Transportation has agreed to seek funding from the Federal Highway Administration (FHWA) for the project in the amount of \$500,000; and

WHEREAS, The Arizona Department of Transportation has agreed to act as the agent for the City of Safford to perform certain work and to administer the project as outlined in the contract identified as AG Contract No: KR05-0308TRN, for Project No: STP-SAF-0(003)A; and

WHEREAS, The City of Safford agrees to enter into AG Contract No: KR05-0308TRN to complete the improvements outlined in the agreement:

NOW THEREFORE, BE IT RESOLVED, by the Mayor and City Council of the City of Safford, Arizona, that the Mayor is authorized to execute an intergovernmental agreement with the State of Arizona. Department of Transportation, for the improvements on 20th Avenue and 8th Street, all as outlined in the attached AG Contract No. KR05-0308TRN and incorporated herein.

PASSED, ADOPTED, AND APPROVED by the Mayor and City Council of the City of Safford this 9th day of May 2005.

ATTEST:

APPROVED AS TO FORM:

The foregoing instrument is a full, true and correct copy of the original on file in this office

Attest: Sharon French, City Clerk, City of Safford, Graham

County, State of Arizona. nay 11, 2005



OFFICE OF THE ATTORNEY GENERAL STATE OF ARIZONA

TERRY GODDARD
ATTORNEY GENERAL

CIVIL DIVISION TRANSPORTATION SECTION WRITER'S DIRECT LINE: 602.542.8859

INTERGOVERNMENTAL AGREEMENT DETERMINATION

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A.G. Contract No. KR05-0308TRN (**JPA 016**), an Agreement between public agencies, has been reviewed pursuant to A.R.S. § 11-952, as amended, by the Undersigned Assistant Attorney General who has determined that it is in the proper form and is within the powers and authority granted to the State of Arizona.

No opinion is expressed as to the authority of the remaining Parties, other than the State or its agencies, to enter into said Agreement.

DATED: May 18, 2005

TERRY GODDARD Attorney General

Assistant Attorney General Transportation Section

JTM:dgr Attachment 905526